

Exhibit 6:
Financial statement
for Asheville Art Center, Inc.
(Merrimon Avenue tenant)

2:59 PM
07/13/10
Accrual Basis

Asheville Arts Center
Profit & Loss
July 2009 through June 2010

**shows adjustment
for next year*

	Jul '09 - Jun 10
Ordinary Income/Expense	
Income	
Birthday Parties	
B-Day Parties - Main	450.00
Total Birthday Parties	450.00
Other Income	196.60
Refunded Tuition	-1,769.00
Registration Fees	-75.00
Scholarship Fund	55.00
Space Rental	
Space Rental - Main	12,095.18
Space Rental - Other	529.00
Total Space Rental	12,624.18
Summer Camps	50,267.50
Ticket Sales	16,868.81
Tuition	
Dance	
Dance - Ballet	36,518.00
Dance - Irish	47,610.00
Dance - Other	12,825.00
Dance - Other	415.00
Total Dance	97,368.00
Drama	
Drama - Academy	102,008.53
Drama - CTW	87,527.05
Drama - Junior Co.	13,100.00
Drama - Other	2,279.00
Drama - Other	1,941.80
Total Drama	206,856.38
Music	
Kindermusik	55,396.00
Music - Lessons	31,771.50
Rock U/JV Rock	27,748.00
Music - Other	12,762.00
Total Music	127,677.50
Preschool	
Preschool - Main	60,036.00
Preschool - South	51,580.50
Preschool - Other	1,980.00
Total Preschool	113,596.50
Tuition - Other	-16,965.77
Total Tuition	528,532.61
Total Income	607,150.70
Expense	
Advertising Expense	37,990.93
Art Supplies	5.11
Bank Service Charges	4,787.25
Birthday Party Expenses	
B-Day Parties - Main	8.16
Total Birthday Party Expenses	8.16

2:59 PM

07/13/10

Accrual Basis

Asheville Arts Center
Profit & Loss
July 2009 through June 2010

	Jul '09 - Jun 10
Business & Liability Insurance	230.73
Business Gifts	151.03
Commissions	540.65
Contract Services	845.00
Credit Card Fees	7,342.75
Deposit item returned	41.00
Depreciation Expense	2,797.36
Discount on Tuitions	50,673.19
Donation	150.00
Drama Expenses	
Drama - Main	
Drama CTW - Main	14,537.23
Drama Other - Main	659.60
Drama - Main - Other	900.00
Total Drama - Main	16,096.83
Drama Expenses - Other	5,602.53
Total Drama Expenses	21,699.36
Dues & Subscriptions	225.00
Elevator	518.16
Entertainment	30.70
Entertainment Expense	579.23
Equipment Expense	1,200.67
Equipment Lease	488.57
Gain/Loss Disposal of Fixed As	3,411.33
Insurance	4,082.50
Interest & Penalties	7,671.25
Irish Dance Supplies	1,983.55
Kindermusik Supplies	
KM - Main	7,889.46
KM - North	3,607.02
Kindermusik Supplies - Other	4,085.91
Total Kindermusik Supplies	15,582.39
Loan Repayment	1,000.00
Meals	716.82
Misc. Expenses	5,663.07
Music Supplies	120.00
Office Supplies	2,552.86
Parking Lot Rent	2,625.00
PayPal	193.47
Payroll Expenses	87,567.74
Postage and Shipping Expense	177.14
Preschool Expenses	185.64
Professional Fees	
Attorney Fees	4,000.00
Professional Fees - Other	10,517.80
Total Professional Fees	14,517.80
Property Taxes	243.31
Referral Fees	350.00
Refund	3,946.63
Reimbursement	489.00
Rent	
Rent - Main	21,412.91
Rent - North	16,454.91
Rent - South	10,950.00
Rent - Other	3,441.92
Total Rent	52,259.74

*no longer
expenses -*

*Rent: cut expenses of North and South
spaces + folded back into main
space effective Aug 15, 2010

2:59 PM

07/13/10

Accrual Basis

Asheville Arts Center
Profit & Loss
July 2009 through June 2010

	Jul '09 - Jun 10
Repairs and Maintenance	
Repairs - Main	5,369.03
Repairs - North	816.95
Repairs - South	1,679.23
Repairs and Maintenance - Other	1,805.84
Total Repairs and Maintenance	9,671.05
School Supplies	5,798.51
Service Charges	-20.00
Taxes	124.00
Teachers	153,885.13
Travel	223.62
Utilities	
Utilities - Main	16,222.94
Utilities - North	1,564.58
Utilities - South	4,864.47
Utilities - Other	42.95
Total Utilities	22,694.94
Total Expense	528,021.34
Net Ordinary Income	79,129.36
Net Income	79,129.36

* Expenses reduced by
\$41,620.85 for
next year.

2:59 PM
07/13/10
Accrual Basis

Asheville Arts Center
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July 2009 through June 2010

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B-Day Parties - Main	450.00
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Other Income	196.60
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Registration Fees	-75.00
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Space Rental	
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Space Rental - Other	529.00
Total Space Rental	12,624.18
Summer Camps	50,267.50
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Tuition	
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Dance - Ballet	36,518.00
Dance - Irish	47,610.00
Dance - Other	12,825.00
Dance - Other	415.00
Total Dance	97,368.00
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Preschool - South	51,580.50
Preschool - Other	1,980.00
Total Preschool	113,596.50
Tuition - Other	-16,965.77
Total Tuition	528,532.61
Total Income	607,150.70
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Advertising Expense	37,990.93
Art Supplies	5.11
Bank Service Charges	4,787.25
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2:59 PM
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Asheville Arts Center
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July 2009 through June 2010

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Drama Expenses	
Drama - Main	
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Total Drama Expenses	21,699.36
Dues & Subscriptions	225.00
Elevator	518.16
Entertainment	30.70
Entertainment Expense	579.23
Equipment Expense	1,200.67
Equipment Lease	488.57
Gain/Loss Disposal of Fixed As	3,411.33
Insurance.	4,082.50
Interest & Penalties	7,671.25
Irish Dance Supplies	1,983.55
Kindermusik Supplies	
KM - Main	7,889.46
KM - North	3,607.02
Kindermusik Supplies - Other	4,085.91
Total Kindermusik Supplies	15,582.39
Loan Repayment	1,000.00
Meals	716.82
Misc. Expenses	5,663.07
Music Supplies	120.00
Office Supplies	2,552.86
Parking Lot Rent	2,625.00
PayPal	193.47
Payroll Expenses	87,567.74
Postage and Shipping Expense	177.14
Preschool Expenses	185.64
Professional Fees	
Attorney Fees	4,000.00
Professional Fees - Other	10,517.80
Total Professional Fees	14,517.80
Property Taxes	243.31
Referral Fees	350.00
Refund	3,946.63
Reimbursement	489.00
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Total Expense	528,021.34
Net Ordinary Income	79,129.36
Net Income	79,129.36

3:09 PM

08/11/10

Accrual Basis

Asheville Arts Center
Balance Sheet
As of December 31, 2008

	Dec 31, 08
ASSETS	
Current Assets	
Checking/Savings	
Carolina First	236 42
Total Checking/Savings	236 42
Accounts Receivable	
Accounts Receivable	-0 50
Total Accounts Receivable	-0 50
Other Current Assets	
Undeposited Funds	-240 00
Total Other Current Assets	-240 00
Total Current Assets	-4 08
Fixed Assets	
Net Fixed Assets	29 900 24
Total Fixed Assets	29 900 24
Other Assets	
Due from Owner	123 131 93
Total Other Assets	123 131 93
TOTAL ASSETS	<u>153,028.09</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	-0 14
Total Accounts Payable	-0 14
Other Current Liabilities	
Advances from Shareholders	-0 36
Graystone Loan	9,927 96
Payroll Liabilities	28 015 31
Unsecured Loans	8 000 00
Total Other Current Liabilities	45 942 91
Total Current Liabilities	45 942 77
Long Term Liabilities	
Carolina First Loan	84,746 36
Self Help Loan	22,918 63
Total Long Term Liabilities	107,664 99
Total Liabilities	153,607 76
Equity	
Capital Stock	10,000 00
Opening Bal Equity	36 496 19
Owner's Draw	-15 565 60
Owners Equity	-7 320 00
Retained Earnings	-1 031 43
Net Income	-23 158 83
Total Equity	-579 67
TOTAL LIABILITIES & EQUITY	<u>153,028.09</u>

3:09 PM
08/11/10
Accrual Basis

Asheville Arts Center
Balance Sheet
As of December 31, 2007

	Dec 31, 07
ASSETS	
Current Assets	
Checking/Savings	
Carolina First	446 87
Wachovia	921 32
Total Checking/Savings	1,368 19
Accounts Receivable	
Accounts Receivable	61,146 00
Total Accounts Receivable	61 146 00
Other Current Assets	
Undeposited Funds	-578 00
Total Other Current Assets	-578 00
Total Current Assets	61,936 19
Fixed Assets	
Net Fixed Assets	24,400 41
Total Fixed Assets	24,400 41
Other Assets	
Due from Owner	6,804 67
Total Other Assets	6,804 67
TOTAL ASSETS	<u>93,141.27</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	61,985 16
Total Accounts Payable	61,985 16
Other Current Liabilities	
Advances from Shareholders	2,144 64
Graystone Loan	9,448 58
Payroll Liabilities	7 422 99
Unsecured Loans	8 000 00
Total Other Current Liabilities	27,016 21
Total Current Liabilities	89 001 37
Long Term Liabilities	
Carolina First Loan	110 076 72
Total Long Term Liabilities	110,076 72
Total Liabilities	199,078 09
Equity	
Opening Bal Equity	36 496 19
Owners Equity	-34 273 58
Retained Earnings	-143,902 03
Net Income	35 742 60
Total Equity	-105 936 82
TOTAL LIABILITIES & EQUITY	<u>93,141.27</u>

5:10 PM

08/10/10

Accrual Basis

Asheville Arts Center
Profit & Loss
January 2007 through December 2009

	Jan - Dec 07	Jan - Dec 08	Jan - Dec 09	TOTAL
Ordinary Income/Expense				
Income				
Birthday Parties	386	2 200	2 510	5 096
Other Income		3 660	649	4 308
Refunded Tuition		-5	-1,420	-1 425
Registration Fees	-2 625	-250	-75	-2,950
Scholarship Fund		1 027	665	1,692
Space Rental	10 384	18 276	15 884	44,544
Summer Camps			56 420	56,420
Ticket Sales	10,543	13,689	23 590	47 821
Tuition	549 686	524,420	474 489	1,548 595
Total Income	568 373	563,017	572,712	1 704 102
Expense				
Accrual to cash adjustment		-74 598	-10 750	-85 348
Advertising Expense	78,001	34 808	52,082	164 891
Art Supplies	19		5	24
Auto Expense	1 409	300		1 709
Bank Service Charges		20	6,104	6 123
Birthday Party Expenses		214	632	846
Business & Liability Insurance	715	733	400	1 847
Business Gifts	462	641	231	1,334
Commissions			541	541
Contract Services	10 828	679	125	11 632
Contributions		500		500
Credit Card Fees		9,103	8,380	17,483
Deposit item returned	7	75	41	123
Depreciation Expense	2 109	2,309	4 048	8 465
Donation		250	400	650
Drama Expenses	14 399	10,735	24 202	49,336
Dues & Subscriptions	450	1,139		1 589
Elevator	175	175		350
Entertainment	6,268			6,268
Entertainment Expense	117	3,077	906	4,100
Equipment Expense	240	26	677	942
Equipment Lease	460	615	580	1,656
Finance Charges	140			140
Gain/Loss Disposal of Fixed As			3,398	3 398
Health Insurance	3,508	2,609		6,117
insurance claims	234	1 480	325	2 038
Insurance	5 373	2,864	3,086	11,323
Interest & Penalties	6,501	19 350	7,395	33 246
Irish Dance Supplies	2 353	733	3 138	6,223
Kindermusik Budget	14,854			14 854
Kindermusik Supplies	118	18 424	14,786	33 328
Loan Repayment				
Meals		777	1 382	2 159
Misc. Expenses	3,360		125	3,485
Music Supplies	54	116	131	301
Networking	597	31		627
Office Supplies	8 758	3,621	2 574	14,953
Parents Night Out	1,859	94	-29	1 924
Parking Lot Rent	2,600	2,000	2,675	7 275
Payroll Expenses	83 084	193,895	94 451	371,430
Payroll Tax Expense		966		966
piano rent	1 475			1,475
Postage and Shipping Expense			356	356
Preschool Expenses	1 817	7 331	549	9,698
Professional Fees	3 792	18,011	16 854	38 658
Property Taxes	280		3 654	3 934
Referral Fees			700	700
Refund	9 182	3,779	2 281	15 241
Refunds				
Reimbursement	244			244
Rent	120,000	142 997	59 455	322 453
Repairs and Maintenance	9,187	6 804	5 700	21 691

5:10 PM

08/10/10

Accrual Basis

Asheville Arts Center
Profit & Loss
January 2007 through December 2009

	Jan - Dec 07	Jan - Dec 08	Jan - Dec 09	TOTAL
School Supplies	10,184	10,194	9,088	29,466
Service Charges	5,305	1,767	383	7,455
Space Rental Expense		775		775
Taxes	9,438	1,080	206	10,724
Teachers	94,291	134,407	181,112	409,810
Travel	592	172	224	988
Utilities	17,734	19,696	23,500	60,930
Website	60	1,400	1,000	2,460
Total Expense	532,631	586,176	527,099	1,645,906
Net Ordinary Income	35,743	-23,159	45,612	58,196
Net Income	<u>35,743</u>	<u>-23,159</u>	<u>45,612</u>	<u>58,196</u>

3:08 PM
08/11/10
Accrual Basis

Asheville Arts Center
Balance Sheet
As of December 31, 2009

	Dec 31, 09
ASSETS	
Current Assets	
Checking/Savings	
ASB - Operating	-16,402 56
ASB - Savings	196 96
Carolina First	-2 482 32
Total Checking/Savings	-18,687 92
Accounts Receivable	
Accounts Receivable	-0 05
Total Accounts Receivable	-0 05
Other Current Assets	
Undeposited Funds	1 337 50
Total Other Current Assets	1,337 50
Total Current Assets	-17,350 47
Fixed Assets	
Net Fixed Assets	28,606 27
Total Fixed Assets	28,606 27
Other Assets	
Deposits	1 500 00
Due from Owner	123 131 93
Total Other Assets	124 631 93
TOTAL ASSETS	<u>135,887.73</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	0 31
Total Accounts Payable	0 31
Other Current Liabilities	
Advances from Shareholders	-24 36
Graystone Loan	8 249 83
Payroll Liabilities	37 571 95
Unsecured Loans	7,000 00
Total Other Current Liabilities	52,797 42
Total Current Liabilities	52,797 73
Long Term Liabilities	
Carolina First Loan	72,246 77
Self Help Loan	20 520 55
Total Long Term Liabilities	92,767 32
Total Liabilities	145,565 05
Equity	
Capital Stock	10 000 00
Opening Bal Equity	36,496 19
Owner's Draw	-103 383 11
Owners Equity	25,787 59
Retained Earnings	-24 190 26
Net Income	45 612 27
Total Equity	-9 677 32
TOTAL LIABILITIES & EQUITY	<u>135,887.73</u>